

Program 22-917: Severance Tax Dedication

Program Authorization: Article VI, Section 4 (D) of the 1974 La. Constitution

PROGRAM DESCRIPTION

This constitutional dedication provides that a portion of the severance taxes collected is returned to the parishes from which the tax is collected. The tax is remitted to the governing authority of the parish in which severance or production occurs in accordance with the following allocations:

1. One-third ($1/3$) of the sulfur, but not to exceed \$100,000
2. One-fifth ($1/5$) of the severance tax on all natural resources other than sulfur or timber, but not to exceed \$750,000; and
3. Three-fourths ($3/4$) of the timber severance tax.

RESOURCE ALLOCATION FOR THE PROGRAM

	ACTUAL 1999- 2000	FISCAL YEAR 2000 - 2001	EXISTING 2000 - 2001	CONTINUATION 2001 - 2002	RECOMMENDED 2001 - 2002	RECOMMENDED OVER/(UNDER) EXISTING
MEANS OF FINANCING:						
STATE GENERAL FUND (Direct)	\$0	\$0	\$0	\$0	\$0	\$0
STATE GENERAL FUND BY:						
Interagency Transfers	0	0	0	0	0	0
Fees & Self-gen. Revenues	0	0	0	0	0	0
Statutory Dedications	46,851,861	36,000,000	36,000,000	36,000,000	53,000,000	17,000,000
Interim Emergency Board	0	0	0	0	0	0
FEDERAL FUNDS	0	0	0	0	0	0
TOTAL MEANS OF FINANCING	\$46,851,861	\$36,000,000	\$36,000,000	\$36,000,000	\$53,000,000	\$17,000,000
EXPENDITURES & REQUEST:						
Salaries	\$0	\$0	\$0	\$0	\$0	\$0
Other Compensation	0	0	0	0	0	0
Related Benefits	0	0	0	0	0	0
Total Operating Expenses	0	0	0	0	0	0
Professional Services	0	0	0	0	0	0
Total Other Charges	46,851,861	36,000,000	36,000,000	36,000,000	53,000,000	17,000,000
Total Acq. & Major Repairs	0	0	0	0	0	0
TOTAL EXPENDITURES AND REQUEST	\$46,851,861	\$36,000,000	\$36,000,000	\$36,000,000	\$53,000,000	\$17,000,000
AUTHORIZED FULL-TIME EQUIVALENTS: Classified	0	0	0	0	0	0
Unclassified	0	0	0	0	0	0
TOTAL	0	0	0	0	0	0

This program's recommended appropriation does not include any funds for short-term debt.

This program does not have any long-term debt for Fiscal Year 2001-2002.

SOURCE OF FUNDING

The source of funding for this program is Statutory Dedicated severance tax revenue. (Per R.S. 39:32B.(8), see table below for a listing of expenditures out of each Statutory Dedicated Fund.)

	ACTUAL	FISCAL YEAR	EXISTING	CONTINUATION	RECOMMENDED	RECOMMENDED
	1999- 2000	2000 - 2001	2000 - 2001	2001 - 2002	2001 - 2002	OVER/(UNDER) EXISTING
Severance Tax Dedication	\$46,851,861	\$36,000,000	\$36,000,000	\$36,000,000	\$53,000,000	\$17,000,000

ANALYSIS OF RECOMMENDATION

GENERAL FUND	TOTAL	T.O.	DESCRIPTION
\$0	\$36,000,000	0	FISCAL YEAR 2000-2001
			BA-7 TRANSACTIONS:
\$0	\$0	0	None
\$0	\$36,000,000	0	EXISTING OPERATING BUDGET – December 15, 2000
\$0	\$17,000,000	0	Other Adjustments - reflects the Revenue Estimating Conference's projected level set at its January 18, 2001 meeting
\$0	\$53,000,000	0	TOTAL RECOMMENDED
\$0	\$0	0	LESS GOVERNOR'S SUPPLEMENTARY RECOMMENDATIONS
\$0	\$53,000,000	0	BASE EXECUTIVE BUDGET FISCAL YEAR 2001-2002
			SUPPLEMENTARY RECOMMENDATIONS CONTINGENT ON NEW REVENUE:
\$0	\$0	0	None
\$0	\$0	0	TOTAL SUPPLEMENTARY RECOMMENDATIONS CONTINGENT ON NEW REVENUE
\$0	\$53,000,000	0	GRAND TOTAL RECOMMENDED

The total means of financing for this program is recommended at 147.2% of the existing operating budget. It represents 147.2% of the total request (\$36,000,000) for this program. The recommended funding level reflects the official estimate of the Louisiana Revenue Estimating Conference set at its January 18, 2001 meeting.

PROFESSIONAL SERVICES

This program does not have funding for Professional Services for Fiscal Year 2002.

OTHER CHARGES

\$53,000,000 Severance Tax Dedication - constitutional dedication

\$53,000,000 TOTAL OTHER CHARGES

ACQUISITIONS AND MAJOR REPAIRS

This program does not have funding for Acquisitions and Major Repairs for Fiscal Year 2002.